

**Treasurer McIntire**  
**Capital Planning**  
**Proposal for the Commission on State Debt**

**1. Twenty year outlook with a ten year capital planning**

- Goal: Plan for future capital projects, including transportation and other financed projects, needed to meet the State's policy goals to manage the State's financial market footprint and to manage overall debt service in the long run.
- Create an advisory group that makes recommendations based on a 20 year outlook that identifies major capital and transportation projects and policy initiatives along with the required debt service, including general fund, motor vehicle fuel tax, and other sources.
- The advisory group sets priorities for the Office of Financial Management (OFM) ten year plan (incorporates all the agencies' capital plans) and estimates debt service as required by 43.88.031 (amended to include debt service of the ten year plan).
- Priorities base on the following:
  1. Maintenance of the State's assets
  2. Growth related by geographic area
  3. Issue areas; i.e., transportation, natural resources, education
- Policies to minimize financing and maximize facility use/technology
- Prioritize based on finance with dedicated sources (also GO debt for better interest rate)

**2. Governor and Legislative adoption of a ten year plan**

- Require the Governor and the Legislature to adopt a ten year plan for all capital projects, including transportation, based on the recommendations of the advisory committee. The ten year plan must include estimated debt service.

**3. Amend RCW 43.88.031**

Amend RCW 43.88.031 to include estimated debt service (not only general fund) in the OFM ten year capital planning and the capital planning addressed with this new advisory group.

**RCW 43.88.031**

Capital appropriation bill — Estimated general fund debt service costs.

A capital appropriation bill shall include the estimated general fund debt service costs associated with new capital appropriations contained in that bill for the biennia in which the appropriations occur and for the succeeding two biennia.

## Capital Budget Process

